

**UNITED STATES DISTRICT COURT
DISTRICT OF NEVADA**

UNITED STATES OF AMERICA,

2:10-CR-516 JCM (RJJ)

Plaintiff,

V.

OSCAR SOSA,

Defendant.

ORDER

This case is the latest in which the government seeks to have the court order a personal money judgment in lieu of forfeiture against the defendant. The forfeiture statutes provide that the court can order the defendant to forfeit items of property in his possession that resulted from his criminal activity. The government has completely failed to introduce any evidence of property that the defendant obtained with illegal proceeds.

Instead, the government has argued in all these cases that the court is *required* to enter a personal money judgment against the defendant, sometimes for tens or hundreds of thousands or even millions of dollars. Significantly, the government has been unable to find this “requirement” in any statute or case.

The forfeiture statutes require the court to enter an appropriate order for forfeiture of (1) specific property involved in or traceable to the offense committed by the defendant, 18 U.S.C. §982, or (2) specific property constituting or derived from any proceeds the defendant obtained from his crime or used in any way to facilitate the commission of his crime, 21 U.S.C. §853. Obviously these

1 statutes are designed to prevent the defendant from retaining property that is the result of his criminal
 2 activities.

3 However, neither statute refers to, or directs this court to enter, a personal money judgment
 4 against the defendant in lieu of a judgment forfeiting specific property. The government has failed
 5 to cite to any statute providing that in the event the defendant has spent all the proceeds gained from
 6 his criminal activity, the court must enter a personal money judgment against that defendant.

7 In the past the government has claimed that this court is required to enter the proposed
 8 personal money judgment by the dictates of 21 U.S.C. §853(p). That statute provides that if this
 9 defendant, by act or omission, causes the fruits of his crime or the instrumentalities used in his crime,
 10 to be concealed, transferred to a third party, placed beyond the jurisdiction of the court, substantially
 11 diminished in value or commingled with other property, the court may order the forfeiture of
 12 substitute property belonging to the defendant up to the value of the concealed property.

13 Here, the government has failed to produce any evidence to satisfy the requirements of this
 14 section. Rather than make any showing to trigger this statute, the prosecution relies on the language
 15 of the plea agreement, but the plea agreement by its own terms is not binding on the court.

16 Finally, the government has claimed that Criminal Rule 32.2 supports entering a personal
 17 money judgment. However, that rule provides no independent basis for the judgment sought, but
 18 instead relies upon the applicable statutes. The advisory committee notes to subdivision (b)(1) of
 19 that rule provide, “A number of cases have approved use of money judgment forfeitures. The
 20 Committee takes no position on the correctness of those rulings.”

21 Ordering a personal money judgment under the circumstances of this case, where the
 22 government has failed to prove that the defendant concealed or transferred property, is nothing more
 23 than additional punishment for a crime. Indeed, the Supreme Court has recognized that forfeiture
 24 is an aspect of the sentence, rather than an element of the underlying offense, *Libretti v. United*
 25 *States*, 516 U.S. 29, at 39, 116 S.Ct.356, at 363. Accordingly, forfeiture constitutes additional
 26 punishment. *Id.* 516 at 45, 116 at 365, Of course punishment is a matter for the district judge, who
 27 has wide discretion in setting the penalty for criminal violations. *See United States v. Gutierrez-*

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1 *Silva*, 353 F.3d 819 (9th Cir. 2003). The district court must consider any recommendation as to
2 sentence from the government but is not required to accept it. *United States v. Pelayo-Bautista*, 907
3 F.2d 99, at 102 (9th Cir. 1990). Further, the court may, but is not obligated to, accept the terms of
4 the plea agreement as to punishment, particularly when that agreement is not accompanied by a
5 stipulation of facts supporting forfeiture, or when the district judge for other reasons finds the
6 agreement problematic. *Libretti* 516 at 45, 116 at 365. Furthermore, any forfeiture is subject to the
7 Excessive Fines Clause of the Eighth Amendment. *Id.*

Furthermore, such a judgment is counter-productive in that instead of encouraging rehabilitation, it would discourage rehabilitation. A defendant will find that after release from custody, he still has a personal money judgment hanging over his head. The court is required to impose a sentence that is sufficient, but not greater than necessary to provide just punishment. See 18 U.S.C. §3553.

13 The personal money judgment proposed by the government is not a forfeiture of specific
14 property but is rather additional punishment, which means it is subject to the court's discretion. The
15 court declines to exercise its discretion to impose a personal judgment here.

16 || DATED April 11, 2011.

UNITED STATES DISTRICT JUDGE